## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AT&T'S TARIFF FILING PROPOSING TO )
INTRODUCE AT&T PRO KENTUCKY AND )
REACH OUT KENTUCKY SERVICES AND ) CASE NO. 10032
MAKE CERTAIN OPTIONAL CALLING PLANS )
OBSOLETE

## ORDER

IT IS ORDERED that AT&T shall file an original and seven copies of the following information with the Commission by December 30, 1987. If information requested or a motion for an extension of time is not filed by stated date, the Commission may dismiss the case without prejudice.

- 1. Is AT&T proposing to cover variable costs in its Reach
  Out and Pro Kentucky services? How does AT&T define variable
  cost, i.e., what components comprise it?
- 2. AT&T states that the services will be provided where billing capacity permits. Describe specifically where such capacity exists and where it does not. Indicate by exchange or some other geographical indication.
- 3. How many customers subscribe to the Optional Calling Plans (OCPs) which AT&T is proposing to obsolete? What is the revenue impact of these OCPs? How many revenues are derived? Provide a comparison of the cost of providing the services versus the revenues derived. Is AT&T proposing that the customers

participating in these OCPs will participate in Pro or Reach Out Kentucky?

- 4. Explain the second sentence in section A7.4.2A of the proposed tariff. Is there some mistake in this sentence or did AT&T mean "Reach Out" in the last clause?
- 5. Explain the difference between the initial hour for night and weekend service and the initial hour for evening service. Are these rates distance sensitive? Does AT&T see any inconsistency in this pricing structure?
  - 6. Provide an estimated revenue impact of these services.
- 7. Provide the number of customers that AT&T estimates will subscribe to these services. Include the stimulation factor or usage increase.
- 8. Who will absorb the cost of this plan if it does not cover variable costs?

Done at Frankfort, Kentucky, this 14th day of December, 1987.

PUBLIC SERVICE COMMISSION

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ATTEST: